

July 03, 2000

**ARRANGEMENT BETWEEN THE GOVERNMENT OF THE REPUBLIC
OF THE PHILIPPINES AND THE GOVERNMENT OF THE REPUBLIC
OF KOREA FOR THE PROJECT FOR THE ESTABLISHMENT OF THE
KOREA-PHILIPPINES FRIENDSHIP HOSPITAL IN CAVITE**

The Government of the Republic of Korea and the Government of the Republic of the Philippines (hereinafter referred to as "the Parties"),

Bearing in mind the friendly relations existing between the two countries and their peoples,

In accordance with the Agreement on Economic and Technical Cooperation between the Government of the Republic of Korea and the Government of the Republic of the Philippines signed on February 3, 1983, and entered into force on June 13, 1985,

Recognizing the benefits that can be derived from closer cooperation by both countries in the field of public health through the Project for the Establishment of the Korea-Philippines Friendship Hospital (hereinafter referred to as the "the Project") in the Republic of the Philippines,

Have agreed as follows:

ARTICLE 1

1. The Government of the Republic of Korea and the Government of the Republic of the Philippines shall jointly set up a Friendship Hospital in Cavite Province of the Philippines.
2. The objective of the Project is to contribute to the socio-economic development of the Philippines by providing medical services to the people of Cavite Province through the establishment a 100-bed hospital.
3. The hospital shall be a non-profit organization with maximum autonomy in budgeting, staffing, procurement, pricing and any other administrative activities. The medical services dispensed by the hospital will be readily available to the Filipino people at no charge or at the lowest cost possible.

ARTICLE 2

The duration of the Project shall be from the date of signing this Arrangement to December 31, 2001.

ARTICLE 3

1. The Government of the Republic of Korea shall, in accordance with the laws and regulations of the Republic of Korea, provide a grant of up to three-million and eight-hundred-thousand US dollars (US\$3,800,000.00) for the Project, which shall cover construction of hospital buildings, provision of equipment, invitation of Philippine trainees to Korea, and the dispatch of Korean experts and Korean Overseas Volunteers to the Philippines.